

State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.

Governor

GARY R. HERBERT Lieutenant Governor

May 5, 2006

Jay Gatten North American Exploration, Inc. 447 North 300 West, Suite 3 Kaysville, Utah 84037

Subject: Deficient Notice of Intention to Commence Small Mining Operations,
Anasazi Gold Reserves, Inc., Scottish Rite Mine, Task #1380, M0550024,
Wayne County, Utah

Dear Mr. Gatten:

The Division of Oil, Gas and Mining has reviewed the referenced Notice of Intention to Commence Small Mining Operations. The following items need to be addressed before the notice can be approved:

- 1. According to information from the Department of Commerce, the entity number for Anasazi Gold is 6162870-0143. Please include this number in the notice.
- 2. Michael Terry is listed with the Division of Corporations as president of Anasazi Gold rather than overseer. Please make this correction.
- 3. The mineral owner is listed as the U. S. Forest Service, but it appears from the application that a placer claim has been filed with the Bureau of Land Management. In this case, the Bureau of Land Management would administer the minerals. Please correct the notice as needed. Please also include the claim number and the Forest Service project number.
- 4. The notice indicates a placer claim has been filed, but the operations plan appears to be for a lode deposit. Please clarify this apparent inconsistency.
- 5. Please further describe improvements to the road. Will any areas of the road be widened, or will any drainage controls be installed?
- 6. Please provide a list of stationary equipment, such as crushers,

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screens, etc.

- 7. The notice needs to include an operations map at a scale of about 1"=200'.
- 8. The Surface Map and Operation Plan map shows a disturbance area of 3.38 acres, but the text indicates it would be 3.5 acres. Please correct this discrepancy. The reclamation surety will be calculated for 4.0 acres.

The Division understands the Forest Service has asked for a plan of operations. Once the Forest Service has evaluated this plan and you have responded to the items listed in this letter, the Division will coordinate with the Forest Service calculation of a reclamation surety amount.

If you need further information, please contact Paul Baker at 801-538-5261 or me at 801-538-5258. Thank you for your cooperation.

Sincerely,

Susan M. White

Mining Program Coordinator Minerals Regulatory Program

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SMW-PRR-nh

ce: Rob Hamilton, Teasdale Ranger District

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